

EXHIBIT 3

Exhibit 3

1993 Sharing - Actual and Restated

	Actual	Restated	Difference
1. Net Revenues	\$2,198,039	\$2,197,622	\$417
2. Total Expense/Tax	\$1,712,592	\$1,712,446 ¹	
3. Operating Income	\$485,447	\$485,176	
4. Rate Base	\$3,564,171	\$3,564,171 ²	
5. Rate of Return	13.62%	13.61%	
6. 50% Shared Earnings	\$6,597	\$6,462	
7. FIT Gross-up Amount	\$3,552	\$3,479	
8. SLIT Gross-up Amount	\$611	\$598	
9. Total Sharing ³	\$10,760	\$10,539	\$221

¹ The difference represents the tax effect of lower revenues; all other expenses are unchanged.

² Rate base differs because of the effect of removing excluded services from the calculation by assuming those service earned the overall rate of return. Hypothetically reducing revenues reduces the rate of return, which increases the amount of rate base removed for the excluded services.

³ Exclusive of interest.

EXHIBIT 4

Exhibit 4

1996 Sharing - Actual and Restated

	Actual	Restated	Difference
1. Net Revenues	\$2,566,828	\$2,561,454	\$5,374
2. Total Expense/Tax	\$2,033,978	\$2,032,014 ¹	
3. Operating Income	\$532,580	\$529,440	
4. Rate Base	\$3,927,755	\$3,927,485 ²	
5. Rate of Return	13.5663%	13.48%	
6. 50% Shared Earnings	\$19,639	\$19,637	
7. 100% Shared Earnings	\$12,423	\$9,033	
8. Total Shared Earnings	\$32,062	\$28,671	
9. FIT Gross-up Amount	\$17,264	\$15,438	
10. SLIT Gross-up Amount	\$2,996	\$2,679	
11. Total Sharing ³	\$52,323	\$46,788	\$5,535

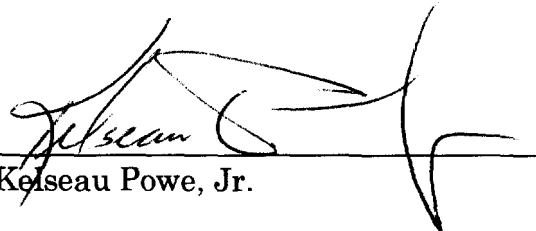
¹ The difference represents the tax effect of lower revenues; all other expenses are unchanged.

² Rate base differs because of the effect of removing excluded services from the calculation by assuming those service earned the overall rate of return. Hypothetically reducing revenues reduces the rate of return, which increases the amount of rate base removed for the excluded services.

³ Exclusive of interest.

CERTIFICATE OF SERVICE

I, Kelseau Powe, Jr., do hereby certify that on this 28th day of July, 1997, I have caused a copy of the foregoing **APPLICATION FOR REVIEW** to be served via first-class United States Mail, postage-prepaid, upon the persons listed on the attached service list.



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